

6th SURVEILLANCE CREDIT RATING REPORT
EAST WEST TRAVELS AND TOURS (PVT.) LIMITED
 Ref. no.: CRAR-2841/2023



Report Contents:

Particulars	Page
Rating Rationale	1
Corporate Background	2
Business Management	2
Market Review	2
Business Analysis	2
Financial Analysis	3
Credibility and Banking Relationship	4
Risk Factor Analysis	5
Rating Observations	5

Entity Rating	Long Term	Short Term	Outlook	Date of Declaration	Date of Expiration
	BBB	ST 3	Stable	19 December 2023	19 November 2024

BDT. in million

Bank Name	Mode of Investment	Sanctioned Amount	Outstanding Amount as on 30.11.2023	Bank Loan Rating
NRBC Bank PLC	BG	300.00	300.00	blr ST 3
	Overdraft	25.00	22.75	
	Time Loan	30.00	19.87	

**blr: Bank Loan Rating*

Key Snapshot:

Particulars	BDT. in million	
	FY22	FY21
Commission Earned	41.23	38.18
EBIT	14.11	17.94
Net Profit	27.11	20.24
Total Assets	4.56	2.50
Total Equity	15.79	17.74
Total Liabilities	211.4	129.3
Net Profit Margin (%)	60.39	50.32
Current Ratio (X)	151.0	79.03
CCC (days)	38.29	46.47
Debt/Equity (X)	1.36	1.55
ICR (X)	2.50	1.57

Financial Based on—Audited financial statements up to 30 June 2022.

Methodology: Corporate rating methodology published on the WCRCL website at www.wasocreditrating.com

RATING RATIONALE

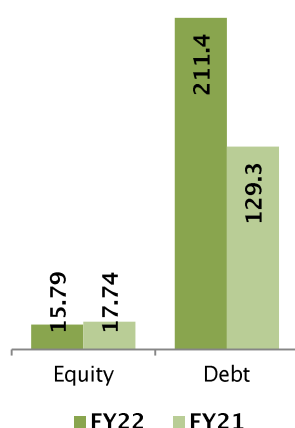
WCRCL has reaffirmed **BBB** (pronounced Triple B) rating for the Long Term and reaffirmed **ST 3** (pronounced Short Term Three) rating for Short Term to **East West Travels And Tours (Pvt.) Limited** (hereinafter referred to as “EWTTL” or “The Company”) based on its financial and other relevant qualitative and quantitative information up-to the date of the rating issuance. WCRCL has also reaffirmed to **blr ST 3** (pronounced as Bank Loan Rating Short Term Three) for short term bank loan limit.

The above ratings have been assigned based on the fundamentals of the company which includes good business network, skilled and experienced management team, IATA certified air ticket sales agency, long business track record. However, the above factors are constrained by moderated disclosure in the financial statements, highly levered capital structure, marginal debt coverage position.

The long term rating implies that the entity has average credit quality. The short term rating implies that the entity has a average ability to meet short term financial commitments.

WCRCL also viewed the company with “Stable” outlook and believes that EWTTL will be able to maintain its good fundamentals in the foreseeable future. This rating may be revised in case of any extraordinary changes in line with the sponsor’s equity investment, debt obligations, management, business operations and/or changes in any macro and micro factors in the economy.

Capital Structure (BDT. in million)



Analysts:

Maharan Nasrin
 maharan@wasocreditrating.com

Monira Islam
 monira@wasocreditrating.com